

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

GLOBAL WATS ONE, INC./GLOBAL TELEMEDIA,)
INC., GLOBAL TELEMEDIA INTERNATIONAL,)
INC., AND CAT INTERESTS LIMITED)
)

) CASE NO. 95-491
)

ALLEGED VIOLATIONS OF KRS 278.020(4),)
KRS 278.020(5) AND KRS 278.300)

O R D E R

On November 16, 1995, the Commission entered an Order in this case requiring, inter alia, CAT Interests Limited ("CAT") to respond to the allegations that it had violated KRS 278.020(4) and (5) by acquiring ownership and control of a jurisdictional utility, Global Wats One, Inc., from Global TeleMedia International, Inc. ("Global International") without obtaining the Commission's prior approval. CAT was also ordered to appear at a hearing to show cause why it should not be penalized pursuant to KRS 278.990(1) for the alleged violations. Although CAT received the Order via certified mail, it did not respond or appear at the hearing, which was held on February 27, 1996.

On May 9, 1996, the Commission entered an Order requiring, inter alia, CAT to pay a \$500 penalty for its violations of KRS 278.020(4) and (5).

On July 19, 1996, CAT's attorney filed with the Commission a letter, which the Commission treats as a motion, requesting reconsideration of the May 9, 1996 Order. As support for the motion, the letter states that: (1) CAT never operated Global

TeleMedia, Inc.,¹ (2) CAT never had any business in the State of Kentucky, (3) CAT does not own any shares of Global TeleMedia, Inc., (4) CAT did not own any such shares at the time of the May 9, 1996 Order, and (5) CAT never agreed to obligate itself to stand good for the debts or other obligations of Global TeleMedia, Inc.

CAT's arguments are not germane. CAT's violations of KRS 278.020(4) and (5) did not result from its operations; they resulted from CAT's failure to obtain the Commission's approval prior to its acquisition of a utility under the Commission's jurisdiction.

Moreover, KRS 278.400 states, inter alia, that "[a]fter a determination has been made by the commission in any hearing, any party to the proceedings may, within twenty (20) days after the service of the order, apply for a hearing with respect to any of the matters determined." CAT's motion, filed 71 days after the Commission's determination, is therefore untimely.

Having reviewed CAT's motion and being otherwise sufficiently advised, the Commission finds that the motion should be denied.

IT IS THEREFORE ORDERED that:

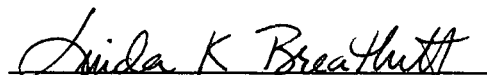
1. CAT's motion for reconsideration is hereby denied.
2. The \$500 penalty assessed against CAT on May 9, 1996 shall be paid immediately. Said payment shall be in the form of a cashier's or certified check made payable to "Treasurer, Commonwealth of Kentucky" and shall be mailed or delivered to:

¹ At the hearing, Global International testified that Global Wats One, Inc.'s name had been changed to Global TeleMedia, Inc. (See Transcript of Evidence at 22).

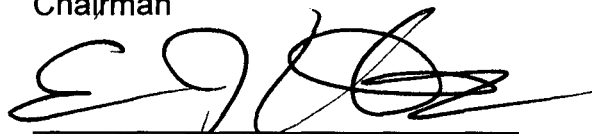
Office of General Counsel, Public Service Commission of Kentucky, 730 Schenkel Lane,
Post Office Box 615, Frankfort, Kentucky 40602.

Done at Frankfort, Kentucky, this 8th day of August, 1996.

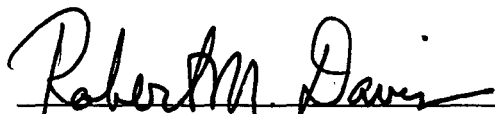
PUBLIC SERVICE COMMISSION



Chairman




Vice Chairman



Commissioner

ATTEST:



Executive Director